

INSURANCE DIVISION[191]

Adopted and Filed

Pursuant to the authority of Iowa Code sections 505.8, 508.36 and 508.37, the Iowa Insurance Division hereby adopts new Chapter 95, "Determining Reserve Liabilities for Preneed Life Insurance," Iowa Administrative Code.

The rules in Chapter 95 designate the 1980 Commissioner Standard Ordinary (CSO) Mortality Table as the authority used to establish minimum reserves for preneed insurance. Iowa Code section 508.36 authorizes the Insurance Commissioner to adopt any mortality table adopted by the National Association of Insurance Commissioners. The National Association of Insurance Commissioners adopted the 1980 CSO Life Valuation Mortality Table for preneed life insurance products at its March 31, 2008, national meeting. All insurers selling preneed insurance policies are required to file policy forms with the 1980 CSO as the minimum standard by January 1, 2012.

Notice of Intended Action was published in the Iowa Administrative Bulletin on July 2, 2008, as **ARC 6888B**. Comments regarding this new chapter were to be received during the comment period and at the public hearing on July 22, 2008. The Division received no comments on the Notice of Intended Action.

Since publication of the Notice, the effective date of new Chapter 95 has been added to paragraph 95.8(2)"b."

The new chapter will become effective January 1, 2009, and insurance producers and insurance companies operating in Iowa must comply with these rules beginning January 1, 2009.

This chapter does not provide for waivers.

These rules will become effective January 1, 2009.

These rules are intended to implement Iowa Code sections 508.36 and 508.37.

EDITOR'S NOTE: Pursuant to recommendation of the Administrative Rules Review Committee published in the Iowa Administrative Bulletin, September 10, 1986, the text of these rules [Ch 95] is being omitted. With the exception of the change noted above, these rules are identical to those published under Notice as **ARC 6888B**, IAB 7/2/08.

[Filed 8/7/08, effective 1/1/09]

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[For replacement pages for IAC, see IAC Supplement 8/27/08.]